

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 276**

January 26, 2021

**SUMMARY OF BILL:** Expands the membership scope of the Chickasaw Basin Authority (CBA) to include Fayette County.

**ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – The extent and timing of any shift in permissive local expenditures cannot reasonably be determined; however, the net fiscal impact to local government is considered not significant.**

Assumptions:

- Pursuant to Tenn. Code Ann. § 64-1-202 through § 64-1-213:
  - The CBA was created to plan, develop, and manage water and land resources within the drainage area of the Wolf and Loosahatchie Rivers, and Nonconnah and Horn Lake Creeks;
  - The CBA has the authority to issue bonds with participating local governments contributing their share of the costs towards the payment of the bond;
  - Shelby and Tipton Counties are currently the only localities authorized to join the CBA; however, to date, Shelby County is the sole participant.
- The proposed language would authorize Fayette County to join the CBA upon passage of a resolution by the local legislative body and approval by the CBA Board of Commissioners.
- Based on information provided by the CBA, there are no upcoming projects which would require the issuance of new bonds by the CBA.
- To the extent Fayette County joined the CBA and new bonds were issued by the CBA, it would result in a permissive increase in local expenditures for Fayette County and an equal, corresponding decrease in local expenditures for Shelby County.
- The extent and timing of such shift in permissive local government expenditures cannot reasonably be determined; however, the net impact to local government is considered not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic". The signature is written in a cursive style with a large, stylized 'B' and 'S'.

Bojan Savic, Interim Executive Director

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